GOVERNMENT OF INDIA
CIVIL AVIATION
LOK SABHA

UNSTARRED QUESTION NO:3025
ANSWERED ON:09.12.2002
RISE IN FARE DUE TO HIGH COST OF FUEL
CHADA SURESH REDDY

Will the Minister of CIVIL AVIATION be pleased to state:

(a) whether as a result of hike in the price of aviation fuel and high sales tax, domestic airlines are all set to raise passenger fares;

(b) if so, the percentage of proposed hike in fares; and

(c) by when this hike is likely to be effective?

Answer

MINISTER OF STATE IN THE MINISTRY OF CIVIL AVIATION (SHRI SHRIPAD YESSO NAIK)

(a),(b) and (c):- Fares on domestic sector are not regulated. All airlines operaters are free to charge any fare based on their cost input and the competitive market environment.

Indian Airlines has increased its fare across the board by 10% on domestic sectors w.e.f 10.11.2002. Jet Airways and Sahara Airlines have also increased their fares by about 10% in November, 2002.